



THE CITY OF SAN DIEGO

FOR IMMEDIATE RELEASE

January 25, 2006

Sanders Releases IRS Request for Documents

Request Related to 2003 Trolley Bonds

San Diego -- The City of San Diego has received from the Internal Revenue Service an Information Document Request to provide documents relating to the \$15,255,000 City of San Diego/MTDB Authority 2003 Lease Revenue Refunding Bonds (San Diego Old Town Light Rail Transit Extension Refunding) (the "2003 Bonds").

Although not required by law -- and in the spirit of transparency in financial reporting -- a copy of the request was filed with the Nationally Recognized Municipal Securities Information Repositories on January 24th. These entities have been approved by the Securities and Exchange Commission for the receipt of such filings.

The request listed, among other items, the final official statement, the federal tax certificate, a schedule of all costs of issuance, and a listing of assets acquired with the bond proceeds. The IRS, upon being advised that the proceeds of the 2003 Bonds were used to refund the City of San Diego/MTDB Authority 1993 Lease Revenue Bonds (San Diego Old Town Light Rail Transit Extension) (the "1993 Bonds"), requested information for the 1993 Bonds comparable to that requested for the 2003 Bonds.

The City is complying fully with the IRS request and will be providing to the IRS the information requested relating to the 1993 and 2003 Bonds.

###